



3015 (02-09-04)

ANNUAL REPORT

OF

Name: LAKELAND SANITARY DISTRICT #1

Principal Office: P.O. BOX 289
MINOCQUA, WI 54548

For the Year Ended: DECEMBER 31, 1997

WATER, ELECTRIC, OR JOINT UTILITY
TO
PUBLIC SERVICE COMMISSION OF WISCONSIN

P.O. Box 7854
Madison, WI 53707-7854
(608) 266-3766

This form is required under Wis. Stat. § 196.07. Failure to file the form by the statutory filing date can result in the imposition of a penalty under Wis. Stat. § 196.66. The penalty which can be imposed by this section of the statutes is a forfeiture of not less than \$25 nor more than \$5,000 for each violation. Each day subsequent to the filing date constitutes a separate and distinct violation. The filed form is available to the public and personally identifiable information may be used for purposes other than those related to public utility regulation.

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IDENTIFICATION AND OWNERSHIP

Exact Utility Name: LAKELAND SANITARY DISTRICT #1**Utility Address:** P.O. BOX 289
MINOCQUA, WI 54548**When was utility organized?** 10/1/1975**Report any change in name:****Effective Date:****Utility Web Site:**

Utility employee in charge of correspondence concerning this report:

Name: MR DAVID A IMLAH**Title:** SUPERINTENDENT**Office Address:**P.O. BOX 289
MINOCQUA, WI 54548**Telephone:** (715) 356 - 4454**Fax Number:** (715) 358 - 8830**E-mail Address:**

Individual or firm, if other than utility employee, preparing this report:

Name: MR STEVEN R METZ CPA**Title:** MANAGER**Office Address:** WIPFLI ULLRICH BERTELSON LLPP.O. BOX 127
MINOCQUA, WI 54548**Telephone:** (715) 356 - 9585**Fax Number:** (715) 356 - 1764**E-mail Address:**

Are records of utility audited by individuals or firms, other than utility employee? YES

Individual or firm, if other than utility employee, auditing utility records:

Name: MR STEVEN R METZ CPA**Title:** MANAGER**Office Address:** WIPFLI ULLRICH BERTELSON LLPP.O. BOX 127
MINOCQUA, WI 54548**Telephone:** (715) 356 - 9585**Fax Number:** (715) 356 - 1764**E-mail Address:****Date of most recent audit report:** 2/23/1998**Period covered by most recent audit:** DECEMBER 31, 1997

IDENTIFICATION AND OWNERSHIP

Names and titles of utility management including manager or superintendent:

Name: MR DAVID A IMLAH**Title:** SUPERINTENDENT**Office Address:**

P.O. BOX 289

MINOCQUA, WI 54548

Telephone: (715) 356 - 4454**Fax Number:** (715) 358 - 8830**E-mail Address:**

Name of utility commission/committee:

Names of members of utility commission/committee:

REUBEN AHLBORN, PRESIDENT

JIM BRAUN, SECRETARY

THOMAS J WIPPERFURTH, TREASURER

Is sewer service rendered by the utility? YES**If "yes," has the municipality, by ordinance, combined the water and sewer service into a single public utility, as provided by Wis. Stat. § 66.077 of the Wisconsin Statutes? NO****Date of Ordinance:****Are any of the utility administrative or operational functions under contract or agreement with an outside provider for the year covered by this annual report and/or current year (i.e., operation of water or sewer treatment plant)? NO**

Provide the following information regarding the provider(s) of contract services:

Firm Name:**Contact Person:****Title:****Telephone:****Fax Number:****E-mail Address:**

Contract/Agreement beginning-ending dates:**Provide a brief description of the nature of Contract Operations being provided:**

INCOME STATEMENT

Particulars (a)	This Year (b)	Last Year (c)	
UTILITY OPERATING INCOME			
Operating Revenues (400)	276,860	272,452	1
Operating Expenses:			
Operation and Maintenance Expense (401)	150,196	148,713	2
Depreciation Expense (403)	48,373	46,269	3
Amortization Expense (404)	1,397		4
Taxes (408)	5,014	4,860	5
Total Operating Expenses	204,980	199,842	
Net Operating Income	71,880	72,610	
Income from Utility Plant Leased to Others (412-413)	0		6
Utility Operating Income	71,880	72,610	
OTHER INCOME			
Income from Merchandising, Jobbing and Contract Work (415-416)	0		7
Nonoperating Rental Income (418)	0		8
Interest and Dividend Income (419)	123,807	127,005	9
Miscellaneous Nonoperating Income (421)	82,577	62,692	10
Total Other Income	206,384	189,697	
Total Income	278,264	262,307	
MISCELLANEOUS INCOME DEDUCTIONS			
Miscellaneous Amortization (425)	0		11
Other Income Deductions (426)	0		12
Total Miscellaneous Income Deductions	0	0	
Income Before Interest Charges	278,264	262,307	
INTEREST CHARGES			
Interest on Long-Term Debt (427)	199,558	180,484	13
Amortization of Debt Discount and Expense (428)		9,718	14
Amortization of Premium on Debt--Cr. (429)			15
Interest on Debt to Municipality (430)	0		16
Other Interest Expense (431)	0		17
Interest Charged to Construction--Cr. (432)			18
Total Interest Charges	199,558	190,202	
Net Income	78,706	72,105	
EARNED SURPLUS			
Unappropriated Earned Surplus (Beginning of Year) (216)	460,096	387,991	19
Balance Transferred from Income (433)	78,706	72,105	20
Miscellaneous Credits to Surplus (434)	0		21
Miscellaneous Debits to Surplus--Debit (435)	0		22
Appropriations of Surplus--Debit (436)	0		23
Appropriations of Income to Municipal Funds--Debit (439)	0		24
Total Unappropriated Earned Surplus End of Year (216)	538,802	460,096	

INCOME STATEMENT ACCOUNT DETAILS

1. Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.
2. Nonregulated sewer income should be reported as Miscellaneous Nonoperating Income, Account 421.

Description of Item (a)	Amount (b)	
Revenues from Utility Plant Leased to Others (412):		
NONE		1
Total (Acct. 412):	0	
Expenses of Utility Plant Leased to Others (413):		
NONE		2
Total (Acct. 413):	0	
Nonoperating Rental Income (418):		
NONE		3
Total (Acct. 418):	0	
Interest and Dividend Income (419):		
BANK AND LGIP INTEREST	63,449	4
SPECIAL ASSESSMENT INTEREST	60,358	5
Total (Acct. 419):	123,807	
Miscellaneous Nonoperating Income (421):		
NON-REGULATED SEWER	82,577	6
Total (Acct. 421):	82,577	
Miscellaneous Amortization (425):		
NONE		7
Total (Acct. 425):	0	
Other Income Deductions (426):		
NONE		8
Total (Acct. 426):	0	
Miscellaneous Credits to Surplus (434):		
NONE		9
Total (Acct. 434):	0	
Miscellaneous Debits to Surplus (435):		
NONE		10
Total (Acct. 435)--Debit:	0	
Appropriations of Surplus (436):		
Detail appropriations to (from) account 215		11
Total (Acct. 436)--Debit:	0	
Appropriations of Income to Municipal Funds (439):		
NONE		12
Total (Acct. 439)--Debit:	0	

INCOME FROM MERCHANDISING, JOBBING & CONTRACT WORK (ACCTS. 415-416)

Particulars (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Revenues (account 415)					0	1
Costs and Expenses of Merchandising, Jobbing and Contract Work (416):						
Cost of merchandise sold					0	2
Payroll					0	3
Materials					0	4
Taxes					0	5
Other (list by major classes):					0	6
Total costs and expenses	0	0	0	0	0	
Net income (or loss)	0	0	0	0	0	

REVENUES SUBJECT TO WISCONSIN REMAINDER ASSESSMENT

1. Report data necessary to calculate revenue subject to Wisconsin remainder assessment pursuant to Wis. Stat. § 196.85(2) and Wis. Admin. Code Ch. PSC 5.
2. If the sewer department is not regulated by the PSC, do not report sewer department data in column (d).

Description (a)	Water Utility (b)	Electric Utility (c)	Sewer Utility (Regulated Only) (d)	Gas Utility (e)	Total (f)	
Total operating revenues	276,860	0	0	0	276,860	1
Less: interdepartmental sales	0		0	0	0	2
Less: interdepartmental rents					0	3
Less: return on net investment in meters charged to regulated sewer department. (Do not report if nonregulated sewer.)	0				0	4
Less: uncollectibles directly expensed as reported in water acct. 904 (690 class D), sewer acct. 843, and electric acct. 904 (590 class D) -or- Net write-offs when Accumulated Provision for Uncollectible Accounts (acct. 144) is maintained					0	5
Other Increases or (Decreases) to Operating Revenues - Specify:						
.					0	6
Revenues subject to Wisconsin Remainder Assessment	276,860	0	0	0	276,860	

BALANCE SHEET

Assets and Other Debits (a)	Balance End of Year (b)	Balance First of Year (c)	
UTILITY PLANT			
Utility Plant (100)	2,989,030	2,931,213	1
Less: Accumulated Provision for Depreciation and Amortization of Utility Plant (110)	581,230	533,782	2
Net Utility Plant	2,407,800	2,397,431	
OTHER PROPERTY AND INVESTMENTS			
Nonutility Property (121)	8,059,937	7,409,711	3
Less: Accumulated Provision for Depreciation and Amortization of Nonutility Property (122)	2,673,300	2,482,569	4
Net Nonutility Property	5,386,637	4,927,142	
Investment in Municipality (123)	0		5
Other Investments (124)	706,839	854,166	6
Special Funds (125)	1,027,093	1,551,040	7
Total Other Property and Investments	7,120,569	7,332,348	
CURRENT AND ACCRUED ASSETS			
Cash and Working Funds (131)	279,421	158,945	8
Temporary Cash Investments (132)			9
Notes Receivable (141)	0		10
Customer Accounts Receivable (142)	36,805	38,205	11
Other Accounts Receivable (143)	209,655	90,266	12
Accumulated Provision for Uncollectible Accounts- -Cr. (144)	0	0	13
Receivables from Municipality (145)	8,575	11,452	14
Materials and Supplies (150)	17,153	17,537	15
Prepayments (165)	10,677	10,015	16
Other Current and Accrued Assets (170)	48,957	64,430	17
Total Current and Accrued Assets	611,243	390,850	
DEFERRED DEBITS			
Unamortized Debt Discount and Expense (181)	72,488	84,941	18
Extraordinary Property Losses (182)	0		19
Other Deferred Debits (183)	235,673	106,206	20
Total Deferred Debits	308,161	191,147	
Total Assets and Other Debits	10,447,773	10,311,776	

BALANCE SHEET

Liabilities and Other Credits (a)	Balance End of Year (b)	Balance First of Year (c)	
PROPRIETARY CAPITAL			
Capital Paid in by Municipality (200)	1,725,202	1,585,202	21
Appropriated Earned Surplus (215)			22
Unappropriated Earned Surplus (216)	538,802	460,096	23
Total Proprietary Capital	2,264,004	2,045,298	
LONG-TERM DEBT			
Bonds (221)			24
Advances from Municipality (223)	0		25
Other long-Term Debt (224)	3,415,000	3,695,000	26
Total Long-Term Debt	3,415,000	3,695,000	
CURRENT AND ACCRUED LIABILITIES			
Notes Payable (231)	0		27
Accounts Payable (232)	237,283	145,566	28
Payables to Municipality (233)	0		29
Customer Deposits (235)			30
Taxes Accrued (236)	4,656	0	31
Interest Accrued (237)	59,613	69,523	32
Other Current and Accrued Liabilities (238)	1,558		33
Total Current and Accrued Liabilities	303,110	215,089	
DEFERRED CREDITS			
Unamortized Premium on Debt (251)	0		34
Customer Advances for Construction (252)	179,000		35
Other Deferred Credits (253)	0		36
Total Deferred Credits	179,000	0	
OPERATING RESERVES			
Miscellaneous Operating Reserves (265)			37
Total Operating Reserves	0	0	
CONTRIBUTIONS IN AID OF CONSTRUCTION			
Contributions in Aid of Construction (271)	4,285,192	4,356,389	38
Total Liabilities and Other Credits	10,446,306	10,311,776	

NET UTILITY PLANT

Report utility plant accounts and related accumulated provisions for depreciation and amortization after allocation of common plant accounts and related provisions for depreciation and amortization to utility departments as of December 31.

Particulars (a)	Water (b)	Sewer (c)	Gas (d)	Electric (e)	
Plant Accounts:					
Utility Plant in Service (100)	2,946,523	0	0	0	1
Utility Plant Purchased or Sold (391)					2
Utility Plant in Process of Reclassification (392)					3
Utility Plant Leased to Others (393)					4
Property Held for Future Use (394)	42,507				5
Construction Work in Progress (395)					6
Utility Plant Acquisition Adjustments (396)					7
Other Utility Plant Adjustments (397)					8
Total Utility Plant	2,989,030	0	0	0	
Accumulated Provision for Depreciation and Amortization:					
Accumulated Provision for Depreciation of Utility Plant in Service (110)	581,230	0	0	0	9
Total Accumulated Provision	581,230	0	0	0	
Net Utility Plant	2,407,800	0	0	0	

ACCUMULATED PROVISION FOR DEPRECIATION AND AMORTIZATION OF UTILITY PLANT

Depreciation Accruals (Credits) during the year:

1. Report the amounts charged in the operating sections to Depreciation Expense (403).
2. If sewer operations are nonregulated, do not report sewer depreciation on this schedule.
3. Report the Depreciation Expense on Meters charged to sewer operations as an addition in the Water column.
If the sewer is also a regulated utility by the PSC, report an equal amount as a reduction in the Sewer column.
4. Report all other accruals charged to other accounts, such as to clearing accounts.

Particulars (a)	Water (b)	(c)	(d)	(e)	Total (f)	
Balance first of year	533,782				533,782	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (403)	48,373				48,373	4
Depreciation expense on meters						5
charged to sewer (see Note 3)					0	6
Accruals charged other						7
accounts (specify):						8
					0	9
Salvage					0	10
Other credits (specify):						11
					0	12
Total credits	48,373	0	0	0	48,373	13
Debits during year						14
Book cost of plant retired					0	15
Cost of removal	925				925	16
Other debits (specify):						17
					0	18
Total debits	925	0	0	0	925	19
Balance End of Year	581,230	0	0	0	581,230	20
Composite Depreciation Rate?	No					21
If yes, what is the rate?						22

NET NONUTILITY PROPERTY (ACCTS. 121 & 122)

1. Report separately each item of property with a book cost of \$5,000 or more included in account 121.
2. Other items may be grouped by classes of property.
3. Describe in detail any investment in sewer department carried in this account.

Description (a)	Balance First of Year (b)	Additions During Year (c)	Deductions During Year (d)	Balance End of Year (e)	
Nonregulated sewer plant	7,409,711	650,226		8,059,937	1
Other (specify):					
NONE				0	2
Total Nonutility Property (121)	7,409,711	650,226	0	8,059,937	
Less accum. prov. depr. & amort. (122)	2,482,569	192,264	1,533	2,673,300	3
Net Nonutility Property	4,927,142	457,962	(1,533)	5,386,637	

ACCUMULATED PROVISION FOR UNCOLLECTIBLE ACCOUNTS-CR. (ACCT. 144)

Particulars (a)	Amount (b)
Balance first of year	1
Additions:	
Provision for uncollectibles during year	2
Collection of accounts previously written off: Utility Customers	3
Collection of accounts previously written off: Others	4
Total Additions	<u>0</u>
Deductions:	
Accounts written off during the year: Utility Customers	5
Accounts written off during the year: Others	6
Total accounts written off	<u>0</u>
Balance end of year	<u><u>0</u></u>

MATERIALS AND SUPPLIES

Account (a)	Generation (b)	Transmission (c)	Distribution (d)	Other (e)	Total End of Year (f)	Amount Prior Year (g)
Electric Utility						
Fuel for generation					0	1
Other					0	2
Total Electric Utility					<u>0</u>	<u>0</u>

Account	Total End of Year	Amount Prior Year	
Electric utility total	0	0	1
Water utility	11,870	11,585	2
Sewer utility	5,283	5,952	3
Gas utility			4
Merchandise			5
Other materials & supplies			6
Total Materials and Supplies	<u>17,153</u>	<u>17,537</u>	

UNAMORTIZED DEBT DISCOUNT & EXPENSE & PREMIUM ON DEBT (ACCTS. 181 AND 251)

Report net discount and expense or premium separately for each security issue.

Debt Issue to Which Related (a)	Written Off During Year		Balance End of Year (d)	
	Amount (b)	Account Charged or Credited (c)		
Unamortized debt discount & expense (181)				
GO 7-93 ISSUE	2,794	428	26,998	1
GO 7-94 ISSUE	4,687	428	21,873	2
GO PROMISSORY NOTES	4,972	428	23,617	3
Total			72,488	
Unamortized premium on debt (251)				
NONE				4
Total			0	

CAPITAL PAID IN BY MUNICIPALITY (ACCT. 200)

Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D, sewer and privates) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.

Particulars (a)	Amount (b)	
Balance first of year	1,585,202	1
Changes during year (explain):		
DEBT RETIREMENT LEVY	140,000	2
Balance end of year	<u>1,725,202</u>	

BONDS (ACCT. 221)

1. Report hereunder information required for each separate issue of bonds.
2. If there is more than one interest rate for an aggregate obligation issue, average the interest rates and report one rate.
3. Proceeds advanced by the municipality from sale of general obligation bonds, if repayable by utility, should be included in account 223.

Description of Issue (a)	Date of Issue (b)	Final Maturity Date (c)	Interest Rate (d)	Principal Amount End of Year (e)
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NONE

NOTES PAYABLE & MISCELLANEOUS LONG-TERM DEBT

1. Report each class of debt included in Accounts 223, 224 and 231.
2. Proceeds of general obligation issues, if subject to repayment by the utility, should be included in Account 223.
3. If there is more than one interest rate for an aggregate obligation issue, average the interest rates and report one rate.

Account and Description of Obligation (a and b)	Date of Issue (c)	Final Maturity Date (d)	Interest Rate (e)	Principal Amount End of Year (f)	
Other Long-Term Debt (224)					
GO BONDS 7-94	07/01/1994	09/01/2007	7.00%	465,000	1
GO NOTES	05/01/1987	10/01/2002	5.00%	690,000	2
GO PROMISSORY NOTES 8-96	08/01/1996	09/01/2002	5.00%	1,200,000	3
GO BONDS 7-93	07/01/1993	09/01/2007	5.00%	1,060,000	4
Total for Account 224				<u>3,415,000</u>	

TAXES ACCRUED (ACCT. 236)

Particulars (a)	Amount (b)	
Balance first of year		1
Accruals:		
Charged water department expense	5,014	2
Charged electric department expense		3
Charged sewer department expense	8,712	4
Other (explain):		
NONE		5
Total Accruals and other credits	13,726	
Taxes paid during year:		
County, state and local taxes		6
Social Security taxes	8,713	7
PSC Remainder Assessment	357	8
Other (explain):		
NONE		9
Total payments and other debits	9,070	
Balance end of year	4,656	

INTEREST ACCRUED (ACCT. 237)

1. Report below interest accrued on each utility obligation.
 2. Report Customer Deposits under Account 231.

Description of Issue (a)	Interest Accrued Balance First of Year (b)	Interest Accrued During Year (c)	Interest Paid During Year (d)	Interest Accrued Balance End of Year (e)	
Bonds (221)					
NONE				0	1
Subtotal	0	0	0	0	
Advances from Municipality (223)					
NONE				0	2
Subtotal	0	0	0	0	
Other long-Term Debt (224)					
GO BONDS 7-93	19,456	56,768	58,368	17,856	3
GO BONDS 7-94	11,360	32,955	34,080	10,235	4
GO NOTES	12,206	47,158	48,825	10,539	5
GO PROMISSORY NOTES 8-96	26,501	62,677	68,195	20,983	6
Subtotal	69,523	199,558	209,468	59,613	
Notes Payable (231)					
NONE				0	7
Subtotal	0	0	0	0	
Total	69,523	199,558	209,468	59,613	

CONTRIBUTIONS IN AID OF CONSTRUCTION (ACCOUNT 271)

Particulars (a)	Water (b)	Electric		Sewer (e)	Gas (f)	Total (g)	
		Distribution (c)	Other (d)				
Balance First of Year	1,210,356			3,146,033		4,356,389	1
Add credits during year:							
For Services	5,754			7,516		13,270	2
For Mains						0	3
Other (specify):							
NONE						0	4
Deduct charges (specify):							
AMORTIZATION OF GRANT				84,467		84,467	5
Balance End of Year	1,216,110	0	0	3,069,082	0	4,285,192	
Amount of federal and state grants in aid received for utility construction included in End of Year totals							
						0	6

BALANCE SHEET END-OF-YEAR ACCOUNT BALANCES

Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.

Particulars (a)	Balance End of Year (b)	
Investment in Municipality (123):		
NONE		1
Total (Acct. 123):	0	
Other Investments (124):		
SPECIAL ASSESSMENTS RECEIVABLE	706,839	2
Total (Acct. 124):	706,839	
Special Funds (125):		
JOINT UTILITY SINKING FUND	389,885	3
EQUIPMENT REPLACEMENT FUND	414,664	4
WWTP PROJECT FUNDS	222,544	5
Total (Acct. 125):	1,027,093	
Notes Receivable (141):		
NONE		6
Total (Acct. 141):	0	
Customer Accounts Receivable (142):		
Water	36,805	7
Electric		8
Sewer (Regulated)		9
Other (specify):		
NONE		10
Total (Acct. 142):	36,805	
Other Accounts Receivable (143):		
Sewer (Non-regulated)	93,409	11
Merchandising, jobbing and contract work		12
Other (specify):		
OTHER ACCOUNTS RECEIVABLE	116,246	13
Total (Acct. 143):	209,655	
Receivables from Municipality (145):		
RECEIVABLE FROM TOWNS	8,575	14
Total (Acct. 145):	8,575	
Prepayments (165):		
PREPAID INSURANCE	10,677	15
Total (Acct. 165):	10,677	
Extraordinary Property Losses (182):		
NONE		16
Total (Acct. 182):	0	

BALANCE SHEET END-OF-YEAR ACCOUNT BALANCES

Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.

Particulars (a)	Balance End of Year (b)	
Other Deferred Debits (183):		
DEFERRED DEBITS	235,673	17
Total (Acct. 183):	235,673	
Payables to Municipality (233):		
NONE		18
Total (Acct. 233):	0	
Other Deferred Credits (253):		
NONE		19
Total (Acct. 253):	0	

RETURN ON RATE BASE COMPUTATION

1. The data used in calculating rate base are averages.
2. Calculate those averages by summing the first-of-year and the end-of-year figures for each account and then dividing the sum by two.
3. Note: Do not include property held for future use or construction work in progress with utility plant in service. These are not rate base components.

Average Rate Base (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Add Average:						
Utility Plant in Service	2,917,614	0	0	0	2,917,614	1
Materials and Supplies	11,727	0	0	0	11,727	2
Other (specify):					0	3
Less Average:						
Reserve for Depreciation	557,506	0	0	0	557,506	4
Customer Advances for Construction					0	5
Contributions in Aid of Construction	1,213,233	0	0	0	1,213,233	6
Other (specify):					0	7
Average Net Rate Base	1,158,602	0	0	0	1,158,602	
Net Operating Income	71,880	0	0	0	71,880	8
Net Operating Income as a percent of						
Average Net Rate Base	6.20%	N/A	N/A	N/A	6.20%	

RETURN ON PROPRIETARY CAPITAL COMPUTATION

1. The data used in calculating proprietary capital are averages.
2. Calculate those averages by summing the first-of-year and end-of-year figures for each account and then dividing by two.

Description (a)	Amount (b)	
Average Proprietary Capital		
Capital Paid in by Municipality	1,655,202	1
Appropriated Earned Surplus	0	2
Unappropriated Earned Surplus	499,449	3
Other (Specify):		4
Total Average Proprietary Capital	2,154,651	
Net Income		
Net Income	78,706	5
Percent Return on Proprietary Capital	3.65%	

IMPORTANT CHANGES DURING THE YEAR

Report changes of any of the following types:

1. Acquisitions.

2. Leaseholder changes.

3. Extensions of service.

4. Estimated changes in revenues due to rate changes.

5. Obligations incurred or assumed, excluding commercial paper.

6. Formal proceedings with the Public Service Commission.

7. Any additional matters.

FINANCIAL SECTION FOOTNOTES

Accumulated Provision for Depreciation and Amortization of Utility Plant (Page F-07)

October 28, 1998

Mr. David A. Imlah, Superintendent
Lakeland Sanitary District #1
P. O. Box 289
Minocqua, WI 54548-0289

Re: Review of Depreciation Expense in 1997 Annual Report File DWCCA-2985-JPL

Dear Mr. Imlah:

Paragraph No. 2 of our letter dated August 23, 1996, with regard to analytical review of the 1995 annual report, authorized a revised schedule of depreciation rates which was enclosed with that letter, to be effective on January 1, 1997. Based upon depreciation accruals on page F-7, lines 4 through 9, these revised rates were apparently not used during 1997. Enclosed with this letter is a copy of the new depreciation rates. Please note that these depreciation rates should be used beginning in 1998. If you have any questions, please feel free to contact me at (608) 266-1282.

Sincerely,

James P. Luckow
Depreciation Specialist
Division of Water, Compliance, and Consumer Affairs

JPL:tlk:w:\compl\luckow\other\letters\lakeland.doc

Enclosure

Identification and Ownership (Page iv)

Reviewed 7/29/98 by RL. No letter necessary.

WATER OPERATING REVENUES & EXPENSES

Particulars (a)	Amounts (b)	
Operating Revenues		
Sales of Water		
Sales of Water (460-467)	275,562	1
Total Sales of Water	275,562	
Other Operating Revenues		
Forfeited Discounts (470)	0	2
Other Water Revenues (474)	1,298	3
Amortization of Construction Grants (475)	0	4
Total Other Operating Revenues	1,298	
Total Operating Revenues	276,860	
Operation and Maintenance Expenses		
Plant Operation and Maintenance Expenses (600-660)	80,943	5
General Operating Expenses (680-690)	69,253	6
Total Operation and Maintenance Expenses	150,196	
Other Operating Expenses		
Depreciation Expense (403)	48,373	7
Amortization Expense (404)	1,397	8
Taxes (408)	5,014	9
Total Other Operating Expenses	54,784	
Total Operating Expenses	204,980	
NET OPERATING INCOME	71,880	

WATER OPERATING REVENUES - SALES OF WATER

1. Where customer meters record cubic feet, multiply by 7.48 to obtain number of gallons.
2. Report estimated gallons for unmetered sales.
3. Sales to multiple dwelling buildings through a single meter serving 3 or more family units should be classified commercial.
4. Bulk sales should be account 460.

Particulars (a)	Average No. Customers (b)	Thousands of Gallons of Water Sold (c)	Amounts (d)	
Operating Revenues				
Sales of Water				
Unmetered Sales to General Customers (460)				
Residential				1
Commercial				2
Industrial				3
Total Unmetered Sales to General Customers (460)	0	0	0	
Metered Sales to General Customers (461)				
Residential	565	21,289	57,782	4
Commercial	364	57,226	97,275	5
Industrial				6
Total Metered Sales to General Customers (461)	929	78,515	155,057	
Private Fire Protection Service (462)	1		3,572	7
Public Fire Protection Service (463)	1		80,637	8
Other Sales to Public Authorities (464)	49	30,194	36,296	9
Sales to Irrigation Customers (465)				10
Sales for Resale (466)		0	0	11
Interdepartmental Sales (467)				12
Total Sales of Water	980	108,709	275,562	

SALES FOR RESALE (ACCT. 466)

Use a separate line for each delivery point.

Customer Name (a)	Point of Delivery (b)	Thousands of Gallons Sold (c)	Revenues (d)
------------------------------------	--	--	-------------------------------

NONE

OTHER OPERATING REVENUES (WATER)

1. Report revenues relating to each account and fully describe each item using other than the account title.
2. Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D and privates) and all other lesser amounts grouped as Miscellaneous.
3. For a combined utility which also provides sewer service that is based upon water readings, report the return on net investment in meters charged to sewer department in Other Water Revenues (474).

Particulars (a)	Amount (b)	
Public Fire Protection Service (463):		
Amount billed (usually per rate schedule F-1)	80,637	1
Wholesale fire protection billed		2
Amount billed for fighting fires outside utility's service areas (usually per rate schedule F-2 or BW-1)		3
Other (specify):		
NONE		4
Total Public Fire Protection Service (463)	80,637	
Forfeited Discounts (470):		
NONE		5
Total Forfeited Discounts (470)	0	
Other Water Revenues (474):		
Return on net investment in meters charged to sewer department		6
Other (specify):		
OTHER WATER REVENUES	1,298	7
Total Other Water Revenues (474)	1,298	
Amortization of Construction Grants (475):		
NONE		8
Total Amortization of Construction Grants (475)	0	

WATER OPERATION & MAINTENANCE EXPENSES

Each expense account that has an increase or a decrease when compared to the previous year of greater than 30 percent, but not less than \$2,000, shall be fully explained in the schedule footnotes.

Particulars (a)	Amount (b)	
PLANT OPERATION AND MAINTENANCE EXPENSES		
Salaries and Wages (600)	30,044	1
Purchased Water (610)		2
Fuel or Power Purchased for Pumping (620)	13,959	3
Chemicals (630)		4
Supplies and Expenses (640)	15,336	5
Repairs of Water Plant (650)	17,659	6
Transportation Expenses (660)	3,945	7
Total Plant Operation and Maintenance Expenses	80,943	
GENERAL OPERATING EXPENSES		
Administrative and General Salaries (680)	29,933	8
Office Supplies and Expenses (681)	4,746	9
Outside Services Employed (682)	5,564	10
Insurance Expense (684)	8,981	11
Employees Pensions and Benefits (686)	17,144	12
Regulatory Commission Expenses (688)	357	13
Miscellaneous General Expenses (689)	2,528	14
Uncollectible Accounts (690)		15
Total General Operating Expenses	69,253	
Total Operation and Maintenance Expenses	150,196	

TAXES (ACCT. 408 - WATER)

When allocation of taxes is made between departments, explain method used.
--

Description of Tax (a)	Method Used to Allocate Between Departments (b)	Amount (c)	
Property Tax Equivalent			1
Less: Local and School Tax Equivalent on Meters Charged to Sewer Department			2
Net property tax equivalent		0	
Social Security		4,657	3
PSC Remainder Assessment		357	4
Other (specify): NONE			5
Total tax expense		5,014	

WATER UTILITY PLANT IN SERVICE

1. All adjustments, corrections and reclassifications should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$10,000 not supported by statistical schedules.
4. Use only the account titles listed. If the utility has subaccounts other than account 372.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
INTANGIBLE PLANT			
Organization (301)			1
Franchises and Consents (302)			2
Miscellaneous Intangible Plant (303)			3
Total Intangible Plant	0	0	
SOURCE OF SUPPLY PLANT			
Land and Land Rights (310)	21,691		4
Structures and Improvements (311)	38,657		5
Collecting and Impounding Reservoirs (312)			6
Lake, River and Other Intakes (313)			7
Wells and Springs (314)	100,962		8
Infiltration Galleries and Tunnels (315)			9
Supply Mains (316)	6,468		10
Other Water Source Plant (317)			11
Total Source of Supply Plant	167,778	0	
PUMPING PLANT			
Land and Land Rights (320)	2,277		12
Structures and Improvements (321)	10,119		13
Boiler Plant Equipment (322)			14
Other Power Production Equipment (323)			15
Steam Pumping Equipment (324)			16
Electric Pumping Equipment (325)	102,576		17
Diesel Pumping Equipment (326)			18
Hydraulic Pumping Equipment (327)			19
Other Pumping Equipment (328)	9,698		20
Total Pumping Plant	124,670	0	
WATER TREATMENT PLANT			
Land and Land Rights (330)			21
Structures and Improvements (331)			22
Water Treatment Equipment (332)			23
Total Water Treatment Plant	0	0	
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)	18,424		24
Structures and Improvements (341)	7,314		25

WATER UTILITY PLANT IN SERVICE (cont.)

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)	
INTANGIBLE PLANT				
Organization (301)			0	1
Franchises and Consents (302)			0	2
Miscellaneous Intangible Plant (303)			0	3
Total Intangible Plant	0	0	0	
SOURCE OF SUPPLY PLANT				
Land and Land Rights (310)			21,691	4
Structures and Improvements (311)			38,657	5
Collecting and Impounding Reservoirs (312)			0	6
Lake, River and Other Intakes (313)			0	7
Wells and Springs (314)			100,962	8
Infiltration Galleries and Tunnels (315)			0	9
Supply Mains (316)			6,468	10
Other Water Source Plant (317)			0	11
Total Source of Supply Plant	0	0	167,778	
PUMPING PLANT				
Land and Land Rights (320)			2,277	12
Structures and Improvements (321)			10,119	13
Boiler Plant Equipment (322)			0	14
Other Power Production Equipment (323)			0	15
Steam Pumping Equipment (324)			0	16
Electric Pumping Equipment (325)			102,576	17
Diesel Pumping Equipment (326)			0	18
Hydraulic Pumping Equipment (327)			0	19
Other Pumping Equipment (328)			9,698	20
Total Pumping Plant	0	0	124,670	
WATER TREATMENT PLANT				
Land and Land Rights (330)			0	21
Structures and Improvements (331)			0	22
Water Treatment Equipment (332)			0	23
Total Water Treatment Plant	0	0	0	
TRANSMISSION AND DISTRIBUTION PLANT				
Land and Land Rights (340)			18,424	24
Structures and Improvements (341)			7,314	25

WATER UTILITY PLANT IN SERVICE

1. All adjustments, corrections and reclassifications should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$10,000 not supported by statistical schedules.
4. Use only the account titles listed. If the utility has subaccounts other than account 372.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
TRANSMISSION AND DISTRIBUTION PLANT			
Distribution Reservoirs and Standpipes (342)	438,885		26
Transmission and Distribution Mains (343)	1,364,062	25,770	27
Fire Mains (344)			28
Services (345)	282,076	14,556	29
Meters (346)	95,098	8,602	30
Hydrants (348)	107,185	8,310	31
Other Transmission and Distribution Plant (349)			32
Total Transmission and Distribution Plant	2,313,044	57,238	
GENERAL PLANT			
Land and Land Rights (370)			33
Structures and Improvements (371)	198,721		34
Office Furniture and Equipment (372)	16,128		35
Computer Equipment (372.1)			36
Transportation Equipment (373)	43,665		37
Other General Equipment (379)	23,850	1,504	38
Other Tangible Property (390)	850		39
Total General Plant	283,214	1,504	
Total utility plant in service directly assignable	2,888,706	58,742	
Common Utility Plant Allocated to Water Department			40
Total utility plant in service	2,888,706	58,742	

WATER UTILITY PLANT IN SERVICE (cont.)

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)	
TRANSMISSION AND DISTRIBUTION PLANT				
Distribution Reservoirs and Standpipes (342)			438,885	26
Transmission and Distribution Mains (343)			1,389,832	27
Fire Mains (344)			0	28
Services (345)	300		296,332	29
Meters (346)	225		103,475	30
Hydrants (348)	400		115,095	31
Other Transmission and Distribution Plant (349)			0	32
Total Transmission and Distribution Plant	925	0	2,369,357	
GENERAL PLANT				
Land and Land Rights (370)			0	33
Structures and Improvements (371)			198,721	34
Office Furniture and Equipment (372)			16,128	35
Computer Equipment (372.1)			0	36
Transportation Equipment (373)			43,665	37
Other General Equipment (379)			25,354	38
Other Tangible Property (390)			850	39
Total General Plant	0	0	284,718	
Total utility plant in service directly assignable	925	0	2,946,523	
Common Utility Plant Allocated to Water Department			0	40
Total utility plant in service	925	0	2,946,523	

SOURCE OF SUPPLY, PUMPING AND PURCHASED WATER STATISTICS

Month (a)	Sources of Water Supply			Total Gallons All Methods (000's) (e)	
	Purchased Water Gallons (000's) (b)	Surface Water Gallons (000's) (c)	Ground Water Gallons (000's) (d)		
January			11,680	11,680	1
February			11,215	11,215	2
March			11,745	11,745	3
April			11,990	11,990	4
May			12,700	12,700	5
June			14,425	14,425	6
July			16,035	16,035	7
August			16,177	16,177	8
September			11,605	11,605	9
October			11,670	11,670	10
November			9,735	9,735	11
December			9,995	9,995	12
Total for year	0	0	148,972	148,972	
Less: Measured or estimated water used in main flushing and water treatment during year				1,824	13
Less: Other utility use				6,022	14
Other utility use explanation:					15
TRICKLE 1959, TOWER FLUSHING AND TRICKLE 474, LEAKAGE 1445 AND DISTRICT CONSTRUCTION 2144					
Water pumped into distribution system				141,126	16
Less: Water sold				108,709	17
Losses and unaccounted for				32,417	18
Percent unaccounted for to the nearest whole percent (%)				23%	19
If more than 25%, indicate causes and state what action has been taken to reduce water loss:					20
Maximum gallons pumped by all methods in any one day during reporting year				705	21
Date of maximum: 4/28/1997					22
Cause of maximum:					23
MAIN AND HYDRANT FLUSHING					
Minimum gallons pumped by all methods in any one day during reporting year				195	24
Date of minimum: 12/25/1997					25
Total KWH used for pumping for the year				160,824	26
If water is purchased: Vendor Name:					27
Point of Delivery:					28

SOURCES OF WATER SUPPLY - GROUND WATERS

Location (a)	Identification Number (b)	Depth in feet (c)	Well Diameter in inches (d)	Yield Per Day in gallons (e)	Currently In Service? (f)	
325 MANITOWISH STREET	3	95	30	1,080,000	Yes	1
622 CEDAR STREET	4	90	20	1,584,000	Yes	2

SOURCES OF WATER SUPPLY - SURFACE WATERS

Location (a)	Intakes			
	Identification Number (b)	Distance From Shore in feet (c)	Depth Below Surface in feet (d)	Diameter in inches (e)
NONE				

1

PUMPING & POWER EQUIPMENT

1. Use a separate column for each pump.
2. Indicate purpose of pump by: P for primary (from source to reservoir, treatment or distribution system), B for booster (from reservoir or treatment to distribution system, or within distribution system), or S for standby pumping equipment.
3. Indicate destination (of water pumped) by: R for reservoir, T for treatment or D for distribution system.

Particulars (a)	Unit A (b)	Unit B (c)	Unit C (d)	
Identification	3	4		1
Location	325 MANITOWISH STREET	622 CEDAR STREET		2
Purpose	P	P		3
Destination	R	R		4
Pump Manufacturer	LAYNE	JACUZZI		5
Year Installed	1963	1983		6
Type	VERTICAL TURBINE	VERTICAL TURBINE		7
Actual Capacity (gpm)	750	1,100		8
Pump Motor or Standby Engine Mfr	US	GE		10
Year Installed	1963	1983		11
Type	ELECTRIC	ELECTRIC		12
Horsepower	60	75		13

Particulars (a)	Unit D (b)	Unit E (c)	Unit F (d)	
Identification				14
Location				15
Purpose				16
Destination				17
Pump Manufacturer				18
Year Installed				19
Type				20
Actual Capacity (gpm)				21
Pump Motor or Standby Engine Mfr				22
Year Installed				23
Type				24
Horsepower				25
				26

RESERVOIRS, STANDPIPES & WATER TREATMENT

1. Identify as R (reservoir), S (standpipe) & ET (elevated tank).
2. Use a separate column for each using additional copies if necessary.
3. Enter elevation difference between highest water level in S or ET, (or R only on an elevated site) and the water main where the connection to the storage begins branching into the distribution system.

Particulars (a)	Unit A (b)	Unit B (c)	Unit C (d)
Identification number or name	1	2	1
RESERVOIRS, STANDPIPES OR ELEVATED TANKS			2
			3
Type: R (reservoir), S (standpipe) or ET (elevated tank)	ET	ET	4
	ET	ET	5
Year constructed	1963	1994	6
Primary material (earthen, steel, concrete, other)	STEEL	STEEL	7
	STEEL	STEEL	8
Elevation difference in feet (See Headnote 3.)	170	170	9
	170	170	10
Total capacity in gallons	75,000	300,000	11
WATER TREATMENT PLANT			12
Disinfection, type of equipment (gas, liquid, powder, other)			13
			14
Points of application (wellhouse, central facilities, booster station, other)			15
			16
			17
Filters, type (gravity, pressure, other, none)			18
			19
Rated capacity of filter plant (m.g.d.) (note: 1,200,000 gal/day = 1.2 m.g.d.)			20
			21
			22
Is a corrosion control chemical used (yes, no)?			23
			24
Is water fluoridated (yes, no)?			25

WATER MAINS

1. Report mains separately by pipe material, function, diameter and either within or outside the municipal boundaries.
2. Identify pipe material as: L (Lead), M (Metal for all other metal excluding lead), A (Asbestos-cement), or P (Plastic for plastic and all other non-metal excluding asbestos-cement).
3. Identify function as: T (Transmission), D (Distribution) or S (Supply).
4. Explain all reported adjustments as a schedule footnote.
5. For main additions reported in column (e), as a schedule footnote:
 - a. Explain how the additions were financed.
 - b. If assessed against property owners, explain the basis of the assessments.
 - c. If the assessments are deferred, explain.

Number of Feet							
Pipe Material (a)	Main Function (b)	Diameter in Inches (c)	First of Year (d)	Added During Year (e)	Retired During Year (f)	Adjustments Increase or (Decrease) (g)	End of Year (h)
M	D	1.000	280				280
M	D	1.500	220				220
M	D	2.000	892				892
M	D	4.000	2,914				2,914
M	D	6.000	43,838	50			43,888
M	D	8.000	33,467	65			33,532
M	D	10.000	13,358	105			13,463
M	D	12.000	308				308
Total Within Municipality			95,277	220	0	0	95,497
Total Utility			95,277	220	0	0	95,497

WATER SERVICES

1. Explain all reported adjustments as a schedule footnote.
2. Report in column (h) the number of utility-owned services included in columns (c) through (g) which are temporarily shut off at the curb box or otherwise not in use at end of year.
3. For services added during the year in column (d), as a schedule footnote:
 - a. Explain how the additions were financed.
 - b. If assessed against property owners, explain the basis of the assessments.
 - c. If installed by a property owner or developer, explain the basis of recording the cost of the additions, the total amount and the number of services recorded under this method.
 - d. If any were financed by application of Cz-1, provide the total amount recorded and the number of services recorded under this method.
4. Report services separately by pipe material and diameter.
5. Identify pipe material as: L (Lead), M (Metal for all other metal excluding lead), A (Asbestos-cement) or P (Plastic for plastic and all other non-metal excluding asbestos-cement).

Pipe Material (a)	Diameter in Inches (b)	First of Year (c)	Added During Year (d)	Removed or Permanently Disconnected During Year (e)	Adjustments Increase or (Decrease) (f)	End of Year (g)	Utility Owned Services Not In Use at End of Year (h)	
M	0.750	665	3	8		660		1
M	1.000	163	4	4		163		2
M	1.500	42	3			45		3
M	2.000	28	2			30		4
M	3.000	3				3		5
M	4.000	5				5		6
M	6.000	8				8		7
Total Utility		914	12	12	0	914	0	

METERS

1. Include in Columns (b), (c), (d), (e) and (f) meters in stock as well as those in service.
2. Report in Column (c) all meters purchased during the year and in Column (d) all meters junked, sold or otherwise permanently retired during the year.
3. Use Column (e) to show correction to previously reported meter count because of inventory or property record corrections.
4. Totals by size in Column (f) should equal same size totals in Column (o).

Number of Utility-Owned Meters

Size of Meter (a)	First of Year (b)	Added During Year (c)	Retired During Year (d)	Adjustments Increase or (Decrease) (e)	End of Year (f)	Tested During Year (g)	
0.625	984	18	29	2	975	85	1
1.000	50	1		1	52	2	2
1.500	43	11	1	3	56	14	3
2.000	34	5		1	40	5	4
3.000	5				5	1	5
4.000	0	1			1	1	6
6.000	1				1		7
Total:	1,117	36	30	7	1,130	108	

Classification of All Meters at End of Year by Customers

Size of Meter (h)	Residential (i)	Commercial (j)	Industrial (k)	Public Authority (l)	Wholesale, Inter-Department or Utility Use (m)	In Stock and Deduct Meters (n)	Total (o)	
0.625	626	294		28		27	975	1
1.000		49		2		1	52	2
1.500	1	41		7		7	56	3
2.000		22		13		5	40	4
3.000				4		1	5	5
4.000						1	1	6
6.000				1			1	7
Total:	627	406	0	55	0	42	1,130	

HYDRANTS AND DISTRIBUTION SYSTEM VALVES

1. Distinguish between fire and flushing hydrants by lead size.
 - a. Fire hydrants normally have a lead size of 6 inches or greater.
 - b. Record as a flushing hydrant where the lead size is less than 6 inches or if pressure is inadequate to provide fire flow.
2. Explain all reported adjustments in the schedule footnotes.
3. Report fire hydrants as within or outside the municipal boundaries.

Hydrant Type (a)	Number In Service First of Year (b)	Added During Year (c)	Removed During Year (d)	Adjustments Increase or (Decrease) (e)	Number In Service End of Year (f)	
Fire Hydrants						
Outside of Municipality					0	1
Within Municipality	143	5	2		146	2
Total Fire Hydrants	143	5	2	0	146	
Flushing Hydrants						
	1				1	3
Total Flushing Hydrants	1	0	0	0	1	

Wis. Admin. Code § 185.87 requires that a schedule shall be adopted and followed for operating each system valve and hydrant at least once each two years. Report the number operated during the year

Number of hydrants operated during year:	146
Number of distribution system valves end of year:	211
Number of distribution valves operated during year:	109

WATER OPERATING SECTION FOOTNOTES

Water Utility Plant in Service (Page W-08)

THE AMOUNTS ON LINE 27C AND 29C REPRESENT THE CAPITALIZED COST OF THE 51/47 REHAB PROJECT CONCLUDED IN 1997.

Water Mains (Page W-15)

THE MAIN ADDED DURING 1997 WAS DUE TO REHAB OF 51/47 INTERSECTION. THE COSTS OF THIS PROJECT WERE BORE BY THE DISTRICT AND PAID FROM CASH RESERVES.

SEWER OPERATING REVENUES & EXPENSES

Particulars (a)	Amounts (b)	
Operating Revenues		
Sewage Operating Revenues		
Sewage Operating Revenues (621-626)		1
Total Sewage Operating Revenues	0	
Other Operating Revenues		
Forfeited Discounts (631)		2
Servicing of Customers Lateral (632)		3
Sale of Fertilizer (633)		4
Rent from Sewerage Properties (634)		5
Miscellaneous Operating Revenues (635)		6
Amortization of Construction Grants (636)	582,646	7
Total Other Operating Revenues	582,646	
Total Operating Revenues	582,646	
Operation and Maintenance Expenses		
Operation Expenses (820-829)	118,943	8
Maintenance Expenses (831-834)	77,279	9
Customer Accounting & Collection Expenses (840-843)	11,182	10
Administrative and General Expenses (850-857)	80,633	11
Total Operation and Maintenance Expenses	288,037	
Other Operating Expenses		
Depreciation Expense (403)	192,264	12
Amortization Expense (404)	11,056	13
Taxes (408)	8,712	14
Total Other Operating Expenses	212,032	
Total Operating Expenses	500,069	
NET OPERATING INCOME	82,577	

SEWAGE OPERATING REVENUES

1. Where customer meters record cubic feet, multiply by 7.48 to obtain number of gallons.

3. Sales to multiple dwelling buildings through a single meter serving 3 or more family units should be classified commercial.

Particulars (a)	Average No. Customers (b)	Thousands of Gallons Billed (c)	Amounts (d)
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Operating Revenues

NONE

HIGH STRENGTH CONTRIBUTORS

1. High strength contributor is one with waste stronger than 250 mg/l for B.O.D. or 250 mg/l for suspended solids or 10 mg/l for phosphorus.
2. If domestic strength limits for BOD, SS and Phos. used for rate purposes are different from the levels indicated, please note the limits used in the spaces available.
3. The units "mg/l" are now used in place of the equivalent "ppm."
4. List type, volume, strength.

Type (a)	Volume Annual Gallons (000's) (b)	BOD (mg/l) (c)	SS (mg/l) (d)	Phos (mg/l) (e)
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NONE

OTHER OPERATING REVENUES (SEWER)

1. Report revenues relating to each account and fully describe each item using other than the account title.
2. Report each item (when individually or when like items are combined) greater than \$2,000 and all other lesser amounts grouped as Miscellaneous.

Particulars (a)	Amount (b)	
Amortization of Construction Grants (636):		
AMORTIZATION OF CONSTRUCTION GRANT	84,467	1
METER SEWER REVENUE	498,179	2
Total Amortization of Construction Grants (636)	582,646	

SEWER OPERATION & MAINTENANCE EXPENSES

Each expense account that has an increase or a decrease when compared to the previous year of greater than 30 percent, but not less than \$2,000, shall be fully explained in the schedule footnotes.

Particulars (a)	Amount (b)	
OPERATION EXPENSES		
Supervision and Labor (820)	15,964	1
Power and Fuel for Pumping (821)	8,652	2
Power and Fuel for Aeration Equipment (822)	16,820	3
Chlorine (823)		4
Phosphorous Removal Chemicals (824)	20,709	5
Sludge Conditioning Chemicals (825)	22,767	6
Other Chemicals for Sewage Treatment (826)		7
Other Operating Supplies and Expenses (827)	27,542	8
Transportation Expenses (828)	6,489	9
Rents (829)		10
Total Operation Expenses	118,943	
MAINTENANCE EXPENSES		
Maintenance of Sewage Collection System (831)	7,700	11
Maintenance of Collection System Pumping Equipment (832)	10,402	12
Maintenance of Treatment and Disposal Plant Equipment (833)	59,019	13
Maintenance of General Plant Structures and Equipment (834)	158	14
Total Maintenance Expenses	77,279	
CUSTOMER ACCOUNTING & COLLECTION EXPENSES		
Billing, Collecting and Accounting (840)	7,933	15
Flat Rate Inspections (841)	0	16
Meter Reading (842)	3,249	17
Uncollectible Accounts (843)		18
Total Customer Accounting & Collection Expenses	11,182	
ADMINISTRATIVE AND GENERAL EXPENSES		
Administrative and General Salaries (850)	22,123	19
Office Supplies and Expenses (851)	4,779	20
Outside Services Employed (852)	6,420	21
Insurance Expense (853)	8,981	22
Employees Pensions and Benefits (854)	35,960	23

SEWER OPERATION & MAINTENANCE EXPENSES

Each expense account that has an increase or a decrease when compared to the previous year of greater than 30 percent, but not less than \$2,000, shall be fully explained in the schedule footnotes.

Particulars (a)	Amount (b)	
ADMINISTRATIVE AND GENERAL EXPENSES		
Regulatory Commission Expenses (855)		24
Miscellaneous General Expenses (856)	2,370	25
Rents (857)		26
Total Administrative and General Expenses	80,633	
Total Operation and Maintenance Expenses	288,037	

TAXES (ACCT. 408 - SEWER)

When allocation of taxes is made between departments, explain method used.
--

Description of Tax (a)	Method Used to Allocate Between Departments (b)	Amount (c)	
Social Security		8,712	1
Local and School Tax Equivalent on Meters Charged by Water Department			2
PSC Remainder Assessment			3
Other (specify): NONE			4
Total tax expense		8,712	

SEWER UTILITY PLANT IN SERVICE

1. All adjustments, corrections and reclassifications should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$10,000 not supported by statistical schedules.
4. Use only the account titles listed. If the utility has subaccounts other than accounts 391.1 and 397.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
INTANGIBLE PLANT			
Organization (301)			1
Franchises and Consents (302)			2
Miscellaneous Intangible Plant (303)			3
Total Intangible Plant	0	0	
COLLECTION SYSTEM			
Land and Land Rights (310)	150		4
Structures and Improvements (311)	13,241	533	5
Service Connections, Traps, and Accessories (312)	186,406	9,216	6
Collecting Mains and Accessories (313)	1,799,735	34,858	7
Interceptor Mains and Accessories (314)			8
Force Mains (315)	306,804		9
Other Collecting System Equipment (316)	1,093		10
Total Collection System	2,307,429	44,607	
COLLECTION SYSTEM PUMPING INSTALLATIONS			
Land and Land Rights (320)	11,020		11
Structures and Improvements (321)	36,750		12
Receiving Wells (322)	127,228		13
Electric Pumping Equipment (323)	579,593		14
Other Power Pumping Equipment (324)			15
Miscellaneous Pumping Equipment (325)	1,692		16
Total Collection System Pumping Installations	756,283	0	
TREATMENT AND DISPOSAL PLANT			
Land and Land Rights (330)	19,902		17
Structures and Improvements (331)	594,922	8,684	18
Preliminary Treatment Equipment (332)	87,485	20,200	19
Primary Treatment Equipment (333)	115,916		20
Secondary Treatment Equipment (334)	1,034,654		21
Advanced Treatment Equipment (335)			22
Chlorination Equipment (336)	121,250		23
Sludge Treatment and Disposal Equipment (337)	1,037,179		24
Plant Site Piping (338)	313,943		25
Flow Metering and Monitoring Equipment (339)	7,918		26
Outfall Sewer Pipes (340)	20,708		27

SEWER UTILITY PLANT IN SERVICE (cont.)

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)	
INTANGIBLE PLANT				
Organization (301)			0	1
Franchises and Consents (302)			0	2
Miscellaneous Intangible Plant (303)			0	3
Total Intangible Plant	0	0	0	
COLLECTION SYSTEM				
Land and Land Rights (310)			150	4
Structures and Improvements (311)			13,774	5
Service Connections, Traps, and Accessories (312)	450		195,172	6
Collecting Mains and Accessories (313)	1,084		1,833,509	7
Interceptor Mains and Accessories (314)			0	8
Force Mains (315)			306,804	9
Other Collecting System Equipment (316)			1,093	10
Total Collection System	1,534	0	2,350,502	
COLLECTION SYSTEM PUMPING INSTALLATIONS				
Land and Land Rights (320)			11,020	11
Structures and Improvements (321)			36,750	12
Receiving Wells (322)			127,228	13
Electric Pumping Equipment (323)			579,593	14
Other Power Pumping Equipment (324)			0	15
Miscellaneous Pumping Equipment (325)			1,692	16
Total Collection System Pumping Installations	0	0	756,283	
TREATMENT AND DISPOSAL PLANT				
Land and Land Rights (330)			19,902	17
Structures and Improvements (331)			603,606	18
Preliminary Treatment Equipment (332)			107,685	19
Primary Treatment Equipment (333)			115,916	20
Secondary Treatment Equipment (334)			1,034,654	21
Advanced Treatment Equipment (335)			0	22
Chlorination Equipment (336)			121,250	23
Sludge Treatment and Disposal Equipment (337)			1,037,179	24
Plant Site Piping (338)			313,943	25
Flow Metering and Monitoring Equipment (339)			7,918	26
Outfall Sewer Pipes (340)			20,708	27

SEWER UTILITY PLANT IN SERVICE

1. All adjustments, corrections and reclassifications should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$10,000 not supported by statistical schedules.
4. Use only the account titles listed. If the utility has subaccounts other than accounts 391.1 and 397.1, combine them into one total and detail by subaccount as a schedule footnote.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
TREATMENT AND DISPOSAL PLANT			
Other Treatment and Disposal Plant Equipment (341)	39,229		28
Total Treatment and Disposal Plant	3,393,106	28,884	
GENERAL PLANT			
Land and Land Rights (370)	951		29
Structures and Improvements (371)	200,336		30
Office Furniture and Equipment (372)	18,880		31
Computer Equipment (372.1)			32
Transportation Equipment (373)	50,808		33
Other General Equipment (379)	189,615	3,969	34
Other Tangible Property (390)			35
Total General Plant	460,590	3,969	
Total utility plant in service directly assignable	6,917,408	77,460	
Common Utility Plant Allocated to Sewer Department			36
Total utility plant in service	6,917,408	77,460	
OTHER UTILITY PLANT			
Utility Plant Purchased or Sold (391)			37
Utility Plant in Process of Reclassification (392)			38
Utility Plant Leased to Others (393)			39
Property Held for Future Use (394)	8,169		40
Construction Work in Progress (395)	484,134	574,299	41
Utility Plant Acquisition Adjustments (396)			42
Other Utility Plant Adjustments (397)			43
Total Other Utility Plant	492,303	574,299	
Common Other Utility Plant Allocated to Sewer Department			44
Total utility plant	7,409,711	651,759	

SEWER UTILITY PLANT IN SERVICE (cont.)

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)	
TREATMENT AND DISPOSAL PLANT				
Other Treatment and Disposal Plant Equipment (341)			39,229	28
Total Treatment and Disposal Plant	0	0	3,421,990	
GENERAL PLANT				
Land and Land Rights (370)			951	29
Structures and Improvements (371)			200,336	30
Office Furniture and Equipment (372)			18,880	31
Computer Equipment (372.1)			0	32
Transportation Equipment (373)			50,808	33
Other General Equipment (379)			193,584	34
Other Tangible Property (390)			0	35
Total General Plant	0	0	464,559	
Total utility plant in service directly assignable	1,534	0	6,993,334	
Common Utility Plant Allocated to Sewer Department			0	36
Total utility plant in service	1,534	0	6,993,334	
OTHER UTILITY PLANT				
Utility Plant Purchased or Sold (391)			0	37
Utility Plant in Process of Reclassification (392)			0	38
Utility Plant Leased to Others (393)			0	39
Property Held for Future Use (394)			8,169	40
Construction Work in Progress (395)			1,058,433	41
Utility Plant Acquisition Adjustments (396)			0	42
Other Utility Plant Adjustments (397)			0	43
Total Other Utility Plant	0	0	1,066,602	
Common Other Utility Plant Allocated to Sewer Department			0	44
Total utility plant	1,534	0	8,059,936	

SEWER SERVICES

1. Explain all reported adjustments as a schedule footnote.
2. Report in column (h) the number of utility-owned services included in columns (c) through (g) which are temporarily disconnected or otherwise not in use at end of year.
3. For services added during the year in column (d), as a schedule footnote:
 - a. Explain how the additions were financed.
 - b. If assessed against property owners, explain the basis of the assessments.
 - c. If installed by a property owner or developer, explain the basis of recording the cost of the additions, the total amount and the number of services recorded under this method.
 - d. If any were financed by application of Cz-1, provide the total amount recorded and the number of services recorded under this method.
4. Report services separately by diameter; pipe materials do not need to be specified.

Pipe Material (a)	Diameter in Inches (b)	First of Year (c)	Added During Year (d)	Removed or Permanently Disconnected During Year (e)	Adjustments Increase or (Decrease) (f)	End of Year (g)	Utility Owned Services Not In Use at End of Year (h)	
Sewer	2.000	10				10		1
Sewer	4.000	952	17	18		951		2
Sewer	6.000	54	1			55		3
Sewer	8.000	4				4		4
Total Utility		1,020	18	18	0	1,020	0	

SEWER MAINS

1. Report mains separately by diameter. Pipe materials do not need to be specified.
2. Explain all reported adjustments as a schedule footnote.
3. For main additions reported in column (c), as a schedule footnote:
 - a. Explain how the additions were financed.
 - b. If assessed against property owners, explain the basis of the assessments.
 - c. If the assessments are deferred, explain.

Number of Feet						
Diameter in Inches (a)	First of Year (b)	Added During Year (c)	Retired During Year (d)	Adjustments Increase or (Decrease) (e)	End of Year (f)	
2.000	1,029				1,029	1
4.000	1,233				1,233	2
6.000	405				405	3
8.000	61,158	859	859		61,158	4
10.000	10,691				10,691	5
12.000	2,622				2,622	6
Total Utility	77,138	859	859	0	77,138	